GOVERNMENT OF INDIA
DEFENCE
LOK SABHA

UNSTARRED QUESTION NO:1703
ANSWERED ON:04.08.2005
NATIONAL OFFSET POLICY
Khan Shri Mohammad Tahir;Kushwaha Shri Narendra Kumar;Munshiram Shri ;Shiwankar Shri Maha Deo Rao

Will the Minister of DEFENCE be pleased to state:

(a) whether the Government proposes to formulate national offset policy to promote defence industry; and

(b) if so, the details thereof?

Answer

MINISTER OF STATE IN THE MINISTRY OF DEFENCE AND MINISTER OF STATE IN THE MINISTRY OF PARLIAMENTARY AFFAIRS (SHRI BIJOY KRISHNA HANDIQUE)

(a) & (b): An Offset clause has been included in the Defence Procurement Procedure 2005 (Capital Procurements) issued in June 2005. The offset amount will be 30 percent of the indicative cost of the contract, where such cost is Rs. 300 crore or more.